

Capitol Commission

Analyst: Randolph

Historical Summary

OPERATING BUDGET	FY 2018 Total App	FY 2018 Actual	FY 2019 Approp	FY 2020 Request	FY 2020 Gov Rec
BY FUND CATEGORY					
Dedicated	2,484,000	435,300	2,342,000	2,342,000	2,342,000
Percent Change:		(82.5%)	438.0%	0.0%	0.0%
BY OBJECT OF EXPENDITURE					
Operating Expenditures	284,000	253,600	142,000	142,000	142,000
Capital Outlay	2,200,000	181,700	2,200,000	2,200,000	2,200,000
Total:	2,484,000	435,300	2,342,000	2,342,000	2,342,000

Division Description

The nine-member Idaho State Capitol Commission was created by the Legislature during the 1998 session and was charged with, among other things, developing a master plan for the restoration and refurbishment of the Capitol. On January 9, 2010, the newly restored Capitol Building was rededicated.

As of Fall 2018, appointees include Andrew Erstad, Mary Symms-Pollot, Senator Chuck Winder, Nancy Sue Wallace, Representative Neil Anderson, and Marilyn Whitney.

Ex-officio voting members include the Director of the Legislative Services Office (Eric Milstead), the Director of the Idaho State Historical Society (Janet Gallimore), and the Director of the Department of Administration (Bryan Mooney), who also serves as commission secretary. Statute requires the commission to meet at least twice per year.

The 2005 Legislature funded the Capitol restoration and expansion project with H386, which made permanent a cigarette tax increase of 57 cents per pack and distributed funds to the Permanent Building Fund for the repair, remodel, and restoration of the Capitol, and related Capitol Mall improvements.

In 2006, the Legislature approved HCR 47 which authorized financing for the Capitol restoration and expansion, including the construction of two-story atrium wings at the east and west ends of the Capitol, of approximately 50,000 square feet each. In the fall of that same year, \$130 million in bonds were issued (pursuant to HCR 47) through the Idaho State Building Authority.

Work on the project commenced in the fall of 2006 and continued until a stop-work order was issued by Governor Otter on January 12, 2007. Negotiations on the overall scope of the project ensued between the Legislature and the Governor. In the final compromise, which was codified in H218 of 2007, the Capitol Master Plan was modified to include the restoration of the Capitol, the construction of single-story atrium wings (25,000 square feet each, scaled back from the original two-story 50,000 square foot wings) at the east and west ends of the Capitol, and a reconfiguration of space in the Capitol that assigned control of the first floor to the Legislature. After approximately two and one-half years of construction, the Capitol was re-opened. The following reflects how the total cost was apportioned: Capitol restoration for \$82.5 million; Capitol expansion (underground wings) for \$37.1 million; and furnishings and equipment for \$3.4 million; for a total of \$123 million.

The debt service scheduled on the bonds called for seven years of annual payments of approximately \$20.1 million, paid from cigarette tax revenues. Of the cigarette tax revenue deposited in the Permanent Building Fund, a portion was statutorily earmarked for Capitol restoration and related efforts. The bond for the renovation was paid off in FY 2015.

The commission's charge now is to oversee the preservation and use of the Capitol. Ongoing funding for maintenance of the Capitol is provided from endowment land funds and investments.

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FY 2018 Actual Expenditures by Division

		FTP	PC	OE	CO	T/B	LS	Total
0.30	FY 2018 Original Appropriation							
0481-09	Ded	0.00	0	142,000	0	0	0	142,000
0482-79	Ded	0.00	0	0	2,200,000	0	0	2,200,000
Totals:		0.00	0	142,000	2,200,000	0	0	2,342,000
0.41	Prior Year Reappropriation							
0481-09	Ded	0.00	0	142,000	0	0	0	142,000
Totals:		0.00	0	142,000	0	0	0	142,000
1.00	FY 2018 Total Appropriation							
0481-09	Ded	0.00	0	284,000	0	0	0	284,000
0482-79	Ded	0.00	0	0	2,200,000	0	0	2,200,000
Totals:		0.00	0	284,000	2,200,000	0	0	2,484,000
1.61	Reverted Appropriation							
0481-09	Ded	0.00	0	(30,400)	0	0	0	(30,400)
0482-79	Ded	0.00	0	0	(2,018,300)	0	0	(2,018,300)
Totals:		0.00	0	(30,400)	(2,018,300)	0	0	(2,048,700)
2.00	FY 2018 Actual Expenditures							
0481-09	Ded	0.00	0	253,600	0	0	0	253,600
Capitol Commission Operating			0	253,600	0	0	0	253,600
0482-79	Ded	0.00	0	0	181,700	0	0	181,700
Capitol Maintenance Reserve			0	0	181,700	0	0	181,700
Totals:		0.00	0	253,600	181,700	0	0	435,300
Difference: Actual Expenditures minus Total Appropriation								
0481-09	Ded		0	(30,400)	0	0	0	(30,400)
Capitol Commission Operating			N/A	(10.7%)	N/A	N/A	N/A	(10.7%)
0482-79	Ded		0	0	(2,018,300)	0	0	(2,018,300)
Capitol Maintenance Reserve			N/A	N/A	(91.7%)	N/A	N/A	(91.7%)
Difference From Total Approp			0	(30,400)	(2,018,300)	0	0	(2,048,700)
Percent Diff From Total Approp			N/A	(10.7%)	(91.7%)	N/A	N/A	(82.5%)

Capitol Commission

Agency Profile

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Source of Funds	FY 2018 Expenditures	FY 2019 Appropriation	FY 2020 Budget Request	FY 2020 Estimated Total Cash Available for the Year
1. Commission Operating Fund 0481-09	\$ 253,600	\$ 142,000	\$ 142,000	\$295,800

Receives moneys from: 1) transfers from the Capitol Permanent Endowment Fund based on the Capitol Commission's approval, 2) all interest earned on the Capitol Commission Operating Fund, and 3) all other proceeds either public or private, as approved by the Legislature. All moneys shall be appropriated exclusively for the purposes of supporting the operation, activities, and projects of the Capitol Commission, retained for future appropriation, or transferred to the Capitol Permanent Endowment Fund by legislative appropriation (Section 67-1611, Idaho Code). Funds are used to pay the general operating expenses of the Capitol Commission, including administrative support that is provided by the Department of Administration. All expenditures from this fund are subject to appropriation by the Legislature.

2. Capitol Maintenance Reserve Fund 0482-79	\$ 181,700	\$ 2,200,000	\$2,200,000	\$10,186,200
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Ongoing funding and maintenance for the State Capitol Building and its grounds is paid for from Capitol endowment lands and investments that are deposited into a permanent fund called the Capitol Permanent Endowment Income Fund (permanent endowment). This fund receives income from endowment lands within the state. Each year, the Endowment Fund Investment Board (EFIB) distributes earnings from the permanent endowment to the Capitol Maintenance Reserve Fund per Capitol Commission guidance, but generally at an annual rate of 5% of the three-year average value of the permanent endowment, as recommended by the EFIB. Then, funds are appropriated and transferred from the Capitol Maintenance Reserve Fund to the Capitol Commission Operating Fund, as approved by the Legislature. All moneys in this fund shall be used exclusively by the Capitol Commission to address repairs, maintenance, and construction needs approved by the commission to benefit the Capitol and its grounds; provided that moneys from the fund shall also be used to pay for administrative costs incurred managing the assets of the capitol permanent endowment including, but not limited to, real property and monetary assets. All expenditures from this fund are subject to appropriation by the Legislature (Section 67-161A, Idaho Code).

3. Capitol Endowment Income Fund (Permanent Endowment) 0526-10	N/A	N/A	N/A	\$31,950,100
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Accrues moneys derived from 7,200 acres of land, over 90% of which is forested, from proceeds and interest from the sale of land, sale of timber, mineral royalties, and land rentals, all of which are collected and deposited to this fund by the Department of Lands (Sections 67-161a and 67-1611, Idaho Code). The Capitol Endowment Income Fund is managed by the Endowment Fund Investment Board (EFIB).

Grand Total	\$ 435,300	\$ 2,342,000	\$2,342,000	\$42,432,100
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Capitol Commission

FY 2019 JFAC Action

	FTP	Gen	Ded	Fed	Total
FY 2018 Original Appropriation	0.00	0	2,342,000	0	2,342,000
Reappropriation	0.00	0	142,000	0	142,000
FY 2018 Total Appropriation	0.00	0	2,484,000	0	2,484,000
FY 2018 Estimated Expenditures	0.00	0	2,484,000	0	2,484,000
Removal of Onetime Expenditures	0.00	0	(142,000)	0	(142,000)
FY 2019 Base	0.00	0	2,342,000	0	2,342,000
FY 2019 Program Maintenance	0.00	0	2,342,000	0	2,342,000
FY 2019 Original Appropriation	0.00	0	2,342,000	0	2,342,000
Chg from FY 2018 Orig Approp.	0.00	0	0	0	0
% Chg from FY 2018 Orig Approp.			0.0%		0.0%

Capitol Commission

Comparative Summary

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Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2019 Original Appropriation	0.00	0	2,342,000	0.00	0	2,342,000
FY 2020 Base	0.00	0	2,342,000	0.00	0	2,342,000
FY 2020 Total	0.00	0	2,342,000	0.00	0	2,342,000
Change from Original Appropriation	0.00	0	0	0.00	0	0
% Change from Original Appropriation			0.0%			0.0%

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2019 Original Appropriation	0.00	0	2,342,000	0	2,342,000
FY 2020 Base					
Agency Request	0.00	0	2,342,000	0	2,342,000
Governor's Recommendation	0.00	0	2,342,000	0	2,342,000
FY 2020 Total					
Agency Request	0.00	0	2,342,000	0	2,342,000
Governor's Recommendation	0.00	0	2,342,000	0	2,342,000
Agency Request					
Change from Original App	0.00	0	0	0	0
% Change from Original App			0.0%		0.0%
Governor's Recommendation					
Change from Original App	0.00	0	0	0	0
% Change from Original App			0.0%		0.0%